## Message Text

SECRET

PAGE 01 BUCHAR 08445 181023Z ACTION SS-25

INFO OCT-01 ISO-00 SSO-00 /026 W

-----033057 181132Z/20

P 190941Z NOV 77

FM AMEMBASSY BUCHAREST

TO SECSTATE WASHDC PRIORITY 6592

S E C R E T BUCHAREST 8445

**EXDIS** 

E.O. 11652: XGDS-1

TAGS: TSPA ACOM PFOR RO SUBJECT: VIP COMMUNICATIONS

**REF: STATE 269547** 

- 1. PER REQUEST CONTAINED PARA 4 OF REFTEL, SCIATT DISCUSSED RECENT DEVELOPMENT CONCERNING PROPOSED SALE OF TELECOMMUNICATIONS PACKAGE WITH MIRCEA COSTESCU OF TECHNOIMPORT. SCIATT EXPLAINED THAT WE HAD LEARNED THAT RONUNIANS HAD ASKED E-SYSTEMS TO RESUBMIT ITS BID AND THAT OTHER FOREIGN COMPANIES, E.G. MITSUBISHI MIGHT ALSO BE IN THE RUNNING. SINCE USG WAS DEEPLY INVOLVED, AS A BROKER, WE WANTED TO CLARIFY OUR ORIGINAL UNDERSTANDING THAT THIS WAS NOT A STRAIGHT COMMERCIAL TRANSACTION AND THAT STRICTEST CONFIDENCE WAS TO BE MAINTAINED.
- 2. COSTESCU REACTED IN A RATHER STARTLED WAY TO HHE STATEMENT ABOUT MITSUBISHI AND IN EFFECT SAID THAT IT WAS NONE OF THE USG'S BUSINESS WHAT FOREIGN COMPANIES THE GOR DID BUSINESS WITH. CONCERNING THE RECALL OF E-SYSTEMS, HE READILY ADMITTED THAT THEY WANTED TO SEE IF E-SYSTEMS COULD BEAT THE COLLINS OFFER. HE REAFFIRMED THAT THE GOR PREFERED TO DO BUSINNESS WITH AN AMERICAN FIRM, AND ACKNOWLEDGED THAT THERE WERE SENSITIVITIES ON BOTH SIDES THAT CALLED FOR STRICT CONFIDENTIALITY.

SECRET

**SECRET** 

PAGE 02 BUCHAR 08445 181023Z

3. WE ARE INCLUNED TO ACCEPT COSTESCUGGS AFFIRMATION THAT THE GOR PREFERS TO DEAL WITH THE USG AND A U.S. COMPANY FOR THIS TRANSACTION. WE ARE ALSO INCLINED TO BELIEVE THAT THE RECALL OF E-SYSTEMS AFTER A LONG SILENCE IS A NEGOTIATING TACTIC DESIGNED TO BRING PRESSURE ON COLLINS. ALTHOUGH COSTESCU DID NOT DIRECTLY ADMIT TO NEGOTIATIONS WITH MITSUBISHI

HIS SOMEWHAT FLUSTERED REACTION POINTS TO A CONCLUSION THAT WHERE THERE IS SMOKE THERE IS FIRE. THE ROMANIANS HAVE UNDOUBTEDLY TALKED WITH MITSUBISHI AND PERHAPS OTHER FOREIGN FIRMS AS WELL IN THEIR QUEST FOR A BARGAIN. DESPITE THE SCIATT'S EXPLANATION OF THE POLITICAL SENSITIVITY THAT IS ATTACHED TO THIS TRANSACTION IN THE U.S., AND THE NEED TO KEEP THE NUMBER OF THOSE WHO ARE AWARE OF IT TO A MINIMUM IN ORDER TO PRESERVE CONFIDENTIALITY, WE ARE INCLINED TO BELIEVE THAT THE ROMANIANS DO NOT REALLY UNDERSTAND THIS ASPECT. AS WELL AS THEY MIGHT OR SHOULD.

4. IN CLOSING, COSTESCU SAID THAT NO MATTER HOW THE COMMUNICATIONS PACKAGE TRANSACTION CAME OUT, THEY WERE COMMITTED TO BUYING THE AIRCRAFT FROM BOEING, AND ZGAVARDIDI, HE AND ANOTHER TEHNO OFFICIAL PETRAIKA MIGHT GO TO SEATTLE NEXT WEEK TO SIGN THE PURCHASE AGREEMENT.
SIMONS

SECRET

NNN

## Message Attributes

Automatic Decaptioning: Z

Capture Date: 01-Jan-1994 12:00:00 am Channel Indicators: n/a

**Current Classification: UNCLASSIFIED** 

Concepts: TELECOMMUNICATION, COMMUNICATION LINES

Control Number: n/a

Copy: SINGLE Sent Date: 19-Nov-1977 12:00:00 am Decaption Date: 22 May 2009
Decaption Note: 25 YEAR REVIEW Disposition Action: RELEASED Disposition Approved on Date:
Disposition Case Number: n/a
Disposition Comment: 25 YEAR REVIEW

Disposition Date: 22 May 2009 Disposition Event: Disposition History: n/a
Disposition Reason:
Disposition Remarks:
Document Number: 1977BUCHAR08445
Document Source: CORE
Document Unique ID: 00

**Document Unique ID: 00** Drafter: n/a

Enclosure: n/a Executive Order: X1 Errors: N/A

**Expiration:** Film Number: D770427-1219 Format: TEL From: BUCHAREST **Handling Restrictions:** 

Image Path: ISecure: 1

Legacy Key: link1977/newtext/t19771139/aaaabgsj.tel

Line Count: 79 Litigation Code IDs: Litigation Codes:

Litigation History:
Locator: TEXT ON-LINE, ON MICROFILM
Message ID: 91693e15-c288-dd11-92da-001cc4696bcc

Office: ACTION SS

Original Classification: SECRET
Original Handling Restrictions: EXDIS
Original Previous Classification: n/a
Original Previous Handling Restrictions: n/a

Page Count: 2
Previous Channel Indicators: n/a

Previous Classification: SECRET
Previous Handling Restrictions: EXDIS Reference: 77 STĂTE 269547

Retention: 0

Review Action: RELEASED, APPROVED Review Content Flags: Review Date: 09-Mar-2005 12:00:00 am

Review Event:

Review Exemptions: n/a **Review Media Identifier:** Review Release Date: n/a Review Release Event: n/a **Review Transfer Date:** Review Withdrawn Fields: n/a

SAS ID: 519045 Secure: OPEN Status: NATIVE

Subject: VIP COMMUNICATIONS TAGS: TSPA, ACOM, PFOR, RO

To: STATE Type: TE

vdkvgwkey: odbc://SAS/SAS.dbo.SAS\_Docs/91693e15-c288-dd11-92da-001cc4696bcc

Review Markings: Margaret P. Grafeld Declassified/Released US Department of State EO Systematic Review 22 May 2009

Markings: Margaret P. Grafeld Declassified/Released US Department of State EO Systematic Review 22 May 2009